

Vocational Rehabilitation

Analyst: Castro

Historical Summary

OPERATING BUDGET	FY 2006 Total App	FY 2006 Actual	FY 2007 Approp	FY 2008 Request	FY 2008 Gov Rec
BY PROGRAM					
Community Supported Employment	3,977,500	3,978,200	4,228,900	4,459,400	4,235,500
Epilepsy Services	70,300	67,800	70,300	99,000	70,300
Renal Disease Services	561,700	561,700	577,000	956,000	780,300
Vocational Rehabilitation	18,094,400	19,031,700	20,002,100	20,170,500	19,589,200
Total:	22,703,900	23,639,400	24,878,300	25,684,900	24,675,300
BY FUND CATEGORY					
General	7,737,900	7,737,900	8,113,600	9,026,200	8,482,000
Dedicated	1,079,200	697,200	2,221,700	1,550,100	1,521,700
Federal	13,886,800	15,204,300	14,543,000	15,108,600	14,671,600
Total:	22,703,900	23,639,400	24,878,300	25,684,900	24,675,300
Percent Change:		4.1%	5.2%	3.2%	(0.8%)
BY OBJECT OF EXPENDITURE					
Personnel Costs	7,801,100	7,383,600	7,881,900	8,613,700	8,180,700
Operating Expenditures	1,432,400	1,418,800	1,627,600	1,740,400	1,636,200
Capital Outlay	0	95,400	312,800	378,400	324,300
Trustee/Benefit	13,470,400	14,741,600	15,056,000	14,952,400	14,534,100
Total:	22,703,900	23,639,400	24,878,300	25,684,900	24,675,300
Full-Time Positions (FTP)	150.00	150.00	150.00	155.00	150.00

Division Description

Community Supported Employment (CSE): Provides remunerative work and support for adults with developmental disabilities and mental illness who lack the skills and experience to obtain and maintain employment in the competitive labor market. Employment Services are comprised of Work Services and Community Supported Employment.

Epilepsy Services: Places persons afflicted with epilepsy in touch with professionals so the trauma can be reduced and allow them to participate fully in their families, communities, interests, etc.

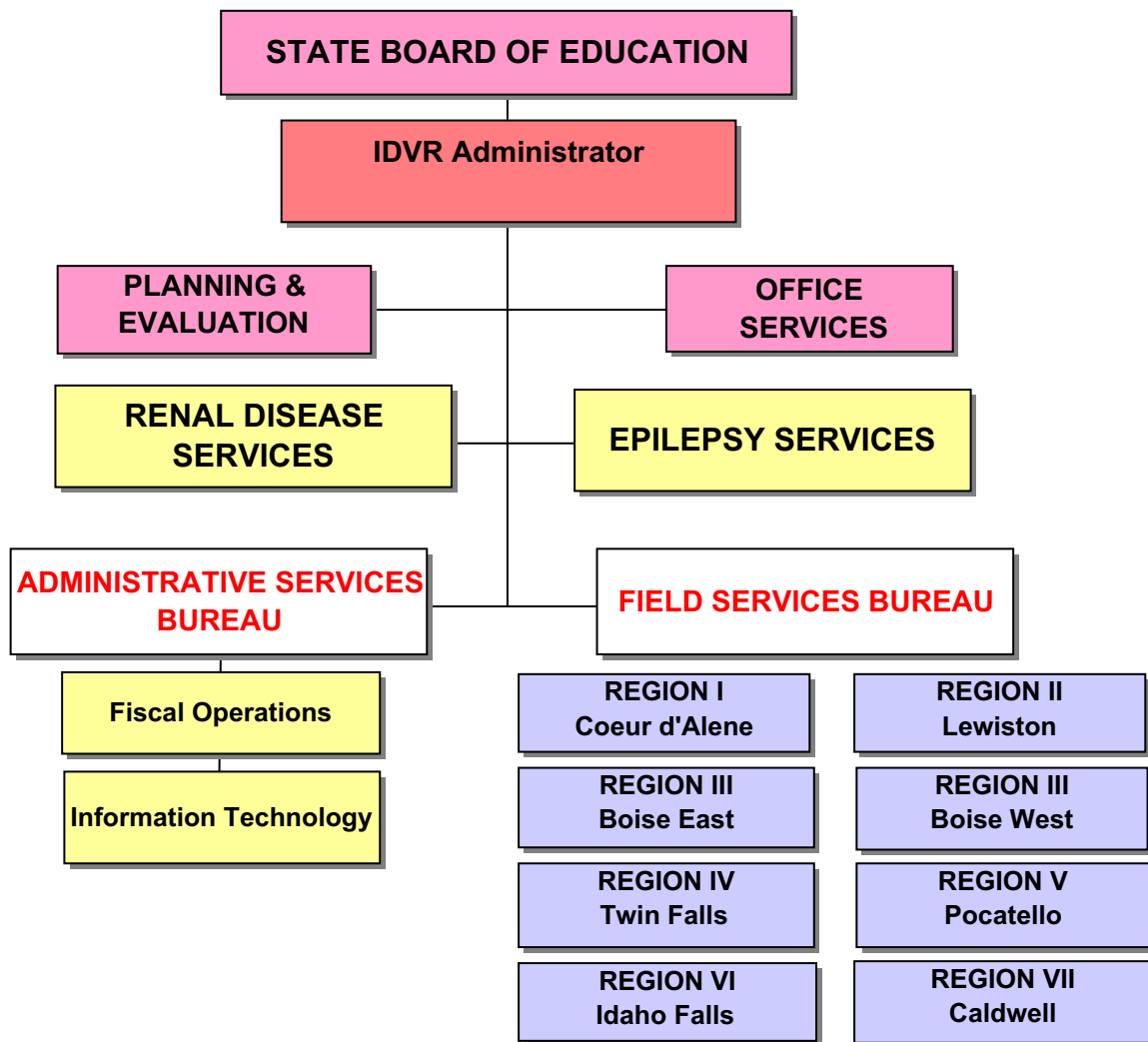
Renal Disease Services: Provides lifesaving services (kidney dialysis and kidney transplants) to those suffering from end-stage kidney disease.

Vocational Rehabilitation Services: Provides services to allow the disabled of Idaho the opportunity of full employment, independence from government support and dignity and self-respect. Maintains the productivity of each disabled citizen who is capable of employment and reduces the burden of dependence on the taxpayers.

Vocational Rehabilitation Agency Profile

Analyst: Castro

Organizational Chart



Vocational Rehabilitation Agency Profile

Analyst: Castro

Selected Measures

		FY 2003	FY 2004	FY 2005	FY 2006
1.	Number of individuals who went to work after receiving VR services.	1,711	1,799	1,777	1,907
2.	Percent of all individuals who went to work after receiving VR services.	60.0%	60.5%	58.6%	54.5%
3.	Average hourly earnings of all individuals who completed the VR program and went to work.	\$7.45	\$7.73	\$8.77	\$8.69
4.	Percent of individuals who have maintained their employment twelve months after exiting the VR program.	75%	76%	78%	79%

Sources of Funds	FY 2006 Expenditures	Percent of Total	FY 2007 Estimate	FY 2008 Request
1. General Fund** (0001-00)	\$ 7,788,700	32.9%	\$ 8,486,600	\$ 9,026,200

The General Fund sources are the individual income tax, corporate income tax, sales tax, cigarette tax, beer tax, wine tax, liquor surcharge, kilowatt hour tax, mine license tax, treasurer's interest on investments of certain idle funds, and miscellaneous sources from agency receipts.

2. Rehab Rev & Refunds (0288-00)	\$ 238,300	1.0%	\$ 621,700	\$ 633,300
---	------------	------	------------	------------

This account receives monies from federal (other than Rehabilitation Services Administration), specifically as cost reimbursements for purchased services from Vocational Rehabilitation.

3. Federal Funds (0348-00)	\$ 15,204,300	64.3%	\$ 14,543,000	\$ 15,108,600
-----------------------------------	---------------	-------	---------------	---------------

This fund receives moneys from several federal grants primarily authorized by the Vocational Rehabilitation Act, as amended. The grants are administered by the Rehabilitation Services Administration, U.S. Education Department. The state matching share varies from 21.3% for Section 110 funding to 0% on other grants.

4. Miscellaneous Rev (0349-00)	\$ 408,100	1.7%	\$ 1,500,000	\$ 916,800
---------------------------------------	------------	------	--------------	------------

Contributions and contract payments from the Department of Health and Welfare, and various school districts and other public and private sources such as Medicare, Medicaid, private insurance carriers, clients, attorneys and other third party payers as cost reimbursements, refunds, or donations.

TOTAL	\$ 23,639,400	100%	\$ 25,151,300	\$ 25,684,900
--------------	----------------------	-------------	----------------------	----------------------

**Reflects one time fund appropriated from the Economic Recovery Reserve fund

Vocational Rehabilitation

Analyst: Castro

Comparative Summary

Decision Unit	Agency Request			Governor's Rec		
	FTP	General	Total	FTP	General	Total
FY 2007 Original Appropriation	150.00	8,113,600	24,878,300	150.00	8,113,600	24,878,300
1. Increase Funding for Renal Disease	0.00	273,000	273,000	0.00	130,600	130,600
FY 2007 Total Appropriation	150.00	8,386,600	25,151,300	150.00	8,244,200	25,008,900
Non-Cognizable Funds and Transfers	0.00	0	0	0.00	0	0
FY 2007 Estimated Expenditures	150.00	8,386,600	25,151,300	150.00	8,244,200	25,008,900
Removal of One-Time Expenditures	0.00	0	(1,163,700)	0.00	0	(1,163,700)
Base Adjustments	0.00	0	0	0.00	0	0
FY 2008 Base	150.00	8,386,600	23,987,600	150.00	8,244,200	23,845,200
Benefit Costs	0.00	48,900	223,700	0.00	0	0
Inflationary Adjustments	0.00	134,300	311,500	0.00	0	0
Replacement Items	0.00	107,100	502,900	0.00	100,000	469,500
Statewide Cost Allocation	0.00	(1,600)	(7,000)	0.00	(1,600)	(7,000)
Change in Employee Compensation	0.00	52,700	239,000	0.00	77,700	346,300
FY 2008 Program Maintenance	150.00	8,728,000	25,257,700	150.00	8,420,300	24,654,000
1. Job Site Development Service Change	3.00	0	0	0.00	0	0
2. Extend Emp. Program Improvement	0.00	148,000	148,000	0.00	0	0
3. Addition of PASS Plan Writers	2.00	28,600	134,500	0.00	0	0
4. Renal Disease Services Cost Increase	0.00	14,000	14,000	0.00	0	0
5. New Vehicles	0.00	6,200	29,300	0.00	4,500	21,300
6. Increased Personnel Funding	0.00	72,700	72,700	0.00	57,200	0
7. Expansion of Outreach Services	0.00	28,700	28,700	0.00	0	0
FY 2008 Total	155.00	9,026,200	25,684,900	150.00	8,482,000	24,675,300
Change from Original Appropriation	5.00	912,600	806,600	0.00	368,400	(203,000)
% Change from Original Appropriation		11.2%	3.2%		4.5%	(0.8%)

Vocational Rehabilitation

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
FY 2007 Original Appropriation	150.00	8,113,600	2,221,700	14,543,000	24,878,300

1. Increase Funding for Renal Disease

Renal Disease Services

The agency is requesting an increase in funding related to the program within vocational rehabilitation that assists end-stage renal disease clients with cost assistance. The funding currently covers dialysis, medications, transportation, and kidney insurance premiums. The total costs incurred for the last five years are: \$548,800 FFY2002; \$441,500 FFY 2003; \$470,200 FFY 2004; \$535,700 FFY 2005; \$487,200 FFY 2006.

Analyst Comment: The base amount of funding for FY 2007 is \$522,000.

Agency Request	0.00	273,000	0	0	273,000
----------------	------	---------	---	---	---------

The Governor recommends increasing funding by 25%.

Governor's Recommendation	0.00	130,600	0	0	130,600
---------------------------	------	---------	---	---	---------

FY 2007 Total Appropriation					
Agency Request	150.00	8,386,600	2,221,700	14,543,000	25,151,300
Governor's Recommendation	150.00	8,244,200	2,221,700	14,543,000	25,008,900

Non-Cognizable Funds and Transfers

The agency transferred \$47,500 to the Trustee & Benefits spending category from Personnel Costs in the Vocational Rehabilitation program. The agency transferred \$2,500 in from the State Epilepsy program to cover administrative overhead costs in the Vocational Rehabilitation Program in the category of Trustee & Benefits payments. The agency transferred out \$1,600 of the Vocational Rehabilitation program personnel costs to the Community Supported Employment program to cover a personnel costs shortfall. The net result of all transfers is zero.

Agency Request	0.00	0	0	0	0
----------------	------	---	---	---	---

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

FY 2007 Estimated Expenditures					
Agency Request	150.00	8,386,600	2,221,700	14,543,000	25,151,300
Governor's Recommendation	150.00	8,244,200	2,221,700	14,543,000	25,008,900

Removal of One-Time Expenditures

Remove funding provided for one-time items.

Agency Request	0.00	0	(700,000)	(463,700)	(1,163,700)
----------------	------	---	-----------	-----------	-------------

Governor's Recommendation	0.00	0	(700,000)	(463,700)	(1,163,700)
---------------------------	------	---	-----------	-----------	-------------

Base Adjustments

This adjustment makes the program transfer to Epilepsy Service for administrative overhead costs permanent.

Agency Request	0.00	0	0	0	0
----------------	------	---	---	---	---

The Governor recommends re-allocating the General Fund among the object codes rather than reflecting the entire General Fund appropriation in trustee and benefit payments. The recommendation is distributed using 18.7% as the representative General Fund percentage to the total base budget. The Governor also reallocated 28.0 FTP from federal to General Funds to match the funding re-allocation.

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

FY 2008 Base					
Agency Request	150.00	8,386,600	1,521,700	14,079,300	23,987,600
Governor's Recommendation	150.00	8,244,200	1,521,700	14,079,300	23,845,200

Benefit Costs

Restores funding for premium holidays taken in FY 2007 estimated at \$865 per employee. Also includes the employer-paid portion of estimated changes in employee benefit costs including \$350 per employee for health insurance.

Agency Request	0.00	48,900	0	174,800	223,700
----------------	------	--------	---	---------	---------

The Governor recommends that all health insurance related adjustments be funded by program changes or utilizing reserves available in the group insurance contract. As the PERSI Board voted to maintain the current contribution rate for the upcoming fiscal year, no adjustment to retirement rates is necessary.

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

Vocational Rehabilitation

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
-------------------------	-----	---------	-----------	---------	-------

Inflationary Adjustments

This customized inflationary adjustment represents a total base increase of 1.93 %. The general inflation related to operating expenditures is calculated by subtracting statewide allocation plan costs and applying a 1.81% increase for all remaining operating costs. General inflation for trustee & benefits payments is calculated by forecasting expected expenditures for trustee & benefits payments. Medical inflation is calculated by the agency forecasting expected expenditures for fiscal year 2008.

Agency Request	0.00	134,300	28,400	148,800	311,500
----------------	------	---------	--------	---------	---------

Inflationary increases are provided only for contractual obligations. Other inflationary requests are not recommended.

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

Replacement Items

Replacement items include: software--\$174,500; 11 vehicles--\$140,800; 2 telephone systems--\$10,000; 3 photocopiers--\$6,000; 25 computers--\$37,500; 25 monitors--\$12,500; 6 computer servers--\$21,000; 15 laptops--\$30,000; 25 printers--\$22,500; other miscellaneous IT equipment--\$21,000; and miscellaneous office equipment--\$27,100.

Agency Request	0.00	107,100	0	395,800	502,900
----------------	------	---------	---	---------	---------

The Governor recommends \$174,500 for computer software maintenance and license renewals; \$128,000 to replace ten vehicles; and \$167 for miscellaneous computer and office equipment.

Governor's Recommendation	0.00	100,000	0	369,500	469,500
---------------------------	------	---------	---	---------	---------

Statewide Cost Allocation

This decision unit includes adjustments for services provided by state agencies as follow: (\$3,600) for Attorney General fees, \$1,800 for State Controller fees, (\$5,400) for State Treasurer fees, and \$200 for property and casualty insurance premiums.

Agency Request	0.00	(1,600)	0	(5,400)	(7,000)
----------------	------	---------	---	---------	---------

Governor's Recommendation	0.00	(1,600)	0	(5,400)	(7,000)
---------------------------	------	---------	---	---------	---------

Change in Employee Compensation

Reflects the calculated cost of a 3.5% salary increase for permanent and group positions.

Agency Request	0.00	52,700	0	186,300	239,000
----------------	------	--------	---	---------	---------

The Governor recommends a compensation increase of 5% to be distributed based on merit.

Governor's Recommendation	0.00	77,700	0	268,600	346,300
---------------------------	------	--------	---	---------	---------

FY 2008 Program Maintenance

Agency Request	150.00	8,728,000	1,550,100	14,979,600	25,257,700
----------------	--------	-----------	-----------	------------	------------

Governor's Recommendation	150.00	8,420,300	1,521,700	14,712,000	24,654,000
---------------------------	--------	-----------	-----------	------------	------------

1. Job Site Development Service Change

Vocational Rehabilitation

The agency is requesting to change the current way job site development services are delivered. Currently Vocational Rehabilitation job site development outsources the costs associated with assisting vocational rehabilitation clients in obtaining employment. The agency states that the current process has become cost prohibitive thus they are requesting to add 3 FTP and shift funding from trustee & benefits payments to cover costs. The request represents a total of \$141,900 for personnel costs, \$41,600 for operating expenditures and \$16,000 for one-time capital outlay. Approval of this line item results in an increase in FTP without any additional funding.

Agency Request	3.00	0	0	0	0
----------------	------	---	---	---	---

Not recommended by the Governor.

Governor's Recommendation	0.00	0	0	0	0
---------------------------	------	---	---	---	---

Vocational Rehabilitation

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
2. Extend Emp. Program Improvement					
Community Supported Employment					
The Community Supported Employment program assists Vocational Rehabilitation clients with obtaining and maintaining employment. The agency states that it has 50 clients on the waiting list waiting to receive assistance with community employment. The additional funding would pay for more resources that can assist the current Community Rehabilitation Providers in finding and maintaining employment for individuals on the waiting list. The request represents an increase in trustee & benefit payments.					
Agency Request	0.00	148,000	0	0	148,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
3. Addition of PASS Plan Writers					
Vocational Rehabilitation					
The agency is requesting 2 additional FTP and additional funding to create positions with Vocational Rehabilitation that would write Plans for Achieving Self Support (PASS) for disabled individuals. The total cost breakdown is \$102,000 for personnel costs, \$27,800 for operating expenditures, and \$4,700 for one-time capital outlay costs.					
Agency Request	2.00	28,600	0	105,900	134,500
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
4. Renal Disease Services Cost Increase					
Renal Disease Services					
The agency is requesting an additional \$14,000 for fiscal year 2008 to cover the increase in costs associated with the Renal Disease Services program. The agency requested supplemental funding for fiscal year 2007 and if approved this line item would add an additional \$14,000 to the base funding for the program. The monies appropriated for this program cover: dialysis, medications, transportation, and kidney insurance premiums. This request is directly related to the growth in the number of clients served and would be in addition to the supplemental request of \$273,000.					
Agency Request	0.00	14,000	0	0	14,000
<i>Not recommended by the Governor.</i>					
Governor's Recommendation	0.00	0	0	0	0
5. New Vehicles					
Vocational Rehabilitation					
The agency is requesting funds to purchase 2 additional vehicles for their current fleet. Currently Vocational Rehabilitation has been covering the increased need for vehicles by paying mileage to staff. The agency states that it could save approximately \$5,600 per year by adding these additional vehicles and stop paying mileage reimbursement.					
Agency Request	0.00	6,200	0	23,100	29,300
<i>The Governor's recommendation recognizes an on-going savings of \$8,000 in operating expenditures with the addition of the two vehicles. The savings is based on a reduction of private vehicle usage costs.</i>					
Governor's Recommendation	0.00	4,500	0	16,800	21,300
6. Increased Personnel Funding					
Renal Disease Services, Vocational Rehabilitation					
The agency is requesting an additional \$72,700 to cover the personnel costs associated with the Renal Disease Services program. In the past the agency covered all personnel costs associated with this program from the Vocational Rehabilitation program; however, because the Vocational Rehabilitation program is partially federally funded the federal government has specified that the state must separate out the personnel costs associated with state funded programs like Renal Disease Services rather than use federal funding to cover costs for state mandated programs.					
Agency Request	0.00	72,700	0	0	72,700
<i>The Governor recommends charging all costs associated with the Renal Disease to that program rather than the Vocational Rehabilitation program as done in the past; and shifting \$57,200 from federal spending authority to the General Fund to cover the remainder of the personnel costs.</i>					
Governor's Recommendation	0.00	57,200	0	(57,200)	0

Vocational Rehabilitation

Analyst: Castro

Budget by Decision Unit	FTP	General	Dedicated	Federal	Total
7. Expansion of Outreach Services			Epilepsy Services		
The agency is requesting additional funding to cover the costs associated with outreach services related to Epilepsy clients. The outreach services are provided by the Epilepsy Foundation. The Epilepsy Foundation receives funding from the state as well as other county, city, and private sources. This request is to increase the amount of funds the state pays to the foundation for epilepsy outreach services. The request is predicated on the fact that the Epilepsy Foundation has seen a decline in revenue from non-state sources recently.					
Agency Request	0.00	28,700	0	0	28,700
Not recommended by the Governor.					
Governor's Recommendation	0.00	0	0	0	0
FY 2008 Total					
Agency Request	155.00	9,026,200	1,550,100	15,108,600	25,684,900
Governor's Recommendation	150.00	8,482,000	1,521,700	14,671,600	24,675,300
Agency Request					
Change from Original App	5.00	912,600	(671,600)	565,600	806,600
% Change from Original App	3.3%	11.2%	(30.2%)	3.9%	3.2%
Governor's Recommendation					
Change from Original App	0.00	368,400	(700,000)	128,600	(203,000)
% Change from Original App	0.0%	4.5%	(31.5%)	0.9%	(0.8%)